BOB F. ANDERSON, PE, INC.

PETROLEUM ENGINEERS & CONSULTANTS TELEPHONE (318) 425-4230 FACSIMILE (318) 222-1054 email: bfandpe@bellsouth.net

January 13, 2006

Honorable James H. Welsh, Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Additional Alternate Unit Well Hosston E Zone HOSS E SUG Hico-Knowles Field Lincoln Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of NADEL & GUSSMAN-JETTA OPERATING COMPANY, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston E Zone, Hico-Knowles Field, Lincoln Parish, Louisiana:

- 1. To permit the applicant to drill, designate and utilize one (1) additional alternate unit well for the production of gas and condensate from the Hosston E Zone in the unit designate HOSS E SUG, such unit and proposed well location as shown on the attached plat and being made a part hereof.
- 2. To find that the proposed alternate unit well is necessary to assist in draining a portion of the Hosston E Zone in the HOSS E SUG that cannot be drained by any other well located therein.
- 3. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination of all wells at its discretion.
- 4. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

Hon. James H. Welsh Hico Knowles Field

The Hosston E Zone in the Hico Knowles Field, Lincoln Parish, Louisiana, was defined in Office of Conservation Order No. 137-G, effective August 1, 1959.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained at the expense of the requesting party.

The subject matter of this application does not require a pre-application notice.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter and the attached plat is being sent to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list and a copy of this letter, plat and list of parties is being sent to the Commissioner of Conservation and Shreveport District Office of Conservation. Upon receipt of the Legal Notice, it will be posted in a prominent place in the area of the Hico Knowles Field, will be published in a newspaper with a circulation in the area of the field and will be sent to all parties to whom this letter is being sent.

Attached is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

Yours truly,

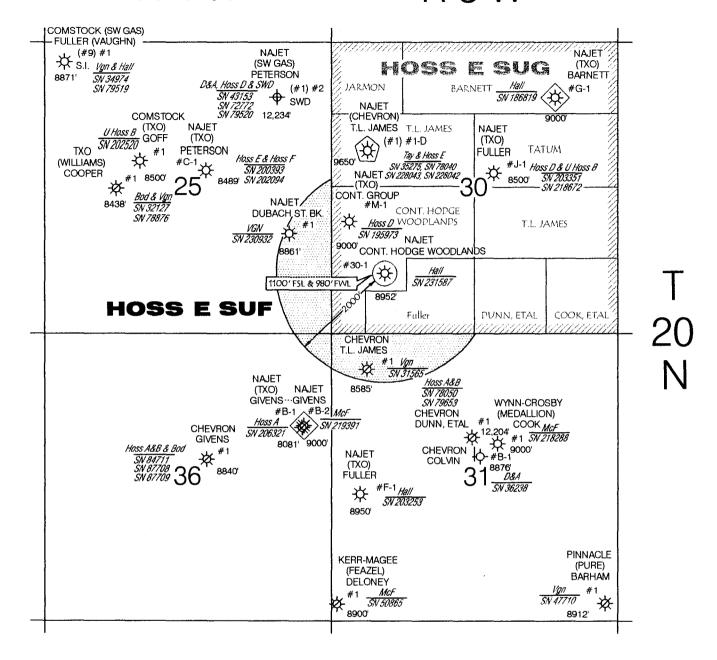
B. F. Anderson, PE for

NADEL & GUSSMAN-JETTA OPERATING COMPANY

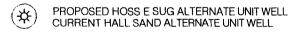
cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.)
Interested Owners, Represented Parties and Interested Parties (w/plat only)
Nadel & Gussman-Jetta Operating Company (w/encl.)

R4W

R3W

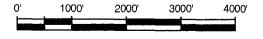


/////// HOSS E SUG (+/- 640 AC.)





APPROVED HOSS E SUG UNIT WELL



NADEL & GUSSMAN - JETTA OPER. CO.

HICO KNOWLES FIELD LINCOLN PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELL
HOSS E SUG
CONT. HODGE WOODLANDS #30-1

DOCKET NO. 06-

EXHIBIT NO.1